| | ☐ Teletype ☐ Immediate ☐ Priority ☐ Routine ☐ | ASSIFICATION: TOP SECRET SECRET CONFIDENTIAL UNCLAS E F T O UNCLAS Date 10/05/87 |
|----------------------------------|--|--|
| 1 2 3 4 5 | TO: DIRECTOR, FBI FROM: SAC, CHICAGO (194C-New) (P) (SQ13, MICHAEL J. O'MALLEY - TRUSTEE, VILLAGE OF HOFFMAN ESTATES, ILLINOIS; HOBBS ACT - CORRUPTION OF POLICE OFFICIALS; OO: CHICAGO | /NRA) |
| 6 7 8 9 10 11 | Enclosed herewith for the Bureau and three copies of a letterhead memorandu dissemination regarding captioned matter. ADMINISTRATIVE: Confidential source referced in | um suitable for |
| 13 14 15 16 17 18 | 2 - Bureau (Enc. 4) 2 - Chicago DES:dak 2cc-Crim Doc OTe | 7-12-10-1 120CT 19 1987 |
| 19 20 21 | Approve Transmitted (Number) | Per |



U.S. Department of Justice

Federal Bureau of Investigation

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In Reply, Please Refer to File No.

Chicago, Illinois October 5, 1987

MICHAEL J. O'MALLEY - TRUSTEE, VILLAGE OF HOFFMAN ESTATES, ILLINOIS; HOBBS ACT - CORRUPTION OF PUBLIC OFFICIAL

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This document contains neither recommendations nor conclusions of the FBI. It is the property of the FBI and is loaned to your agency; it and its contents are not to be distributed outside your agency.

194-7260 - 1 SIGLOSIME MICHAEL J. O'MALLEY - TRUSTEE

| On October 5, 1987, Assistant United States Attorney (AUSA) Northern District of Illinois, Chicago, |
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| advised that |
| AUSA |
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Therefore, in view of the above, the Chicago Division is initiating a full investigation regarding this matter.



U.S. Department of Justice

Federal Bureau of Investigation

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In Reply, Please Refer to File No.

Chicago, Illinois 60604 March 5, 1988

MICHAEL J. O'MALLEY - TRUSTEE, VILLAGE OF HOFFMAN ESTATES, ILLINOIS; HOBBS ACT - CORRUPTION OF PUBLIC OFFICIAL

| , | MICHAEL J. O'MALLEY, Trustee, who was formerly employed by the Chicago Police Department and the Cook County Environmental Department, is suspected of accepting payoffs. |
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This document contains neither recommendations nor conclusions of the FBI. It is the property of the FBI and is loaned to your agency; it and its contents are not to be distributed outside your agency.

19417262-2-ENGLESTIAE

| MICHAEL J. O'MALLEY | 4 |
|---|------------------|
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| | |
| On February 26, 1988, Assistant United States Attorney (AUSA) Northern District of Illinois, at Chicago | b5 b6 |
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Chicago is continuing with its investigation.

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|----|-----|------|-----|

| | FBI | | |
|---|---|--|-------|
| TRANSMIT VIA: Teletype Facsimile AIRTEL | PRECEDENCE: Immediate Priority Routine | CLASSIFICATION: TOP SECRET SECRET CONFIDENTIAL UNCLAS E F T O UNCLAS Date 10/19/88 | |
| fom : SAC, CHIC | Attention: Criminal Investigative Di AGO (194B-779) | ivision) | |
| ACT-CPO; OO: C | ALLEY - TRUSTEE; VILLAGE | New Total | 3 |
| (check if appropriate of Origin File | | alpha) | |
| | | additional pages, as necessary, for | |
| Level M04 Level Level | Number of Subject(s) Number of Subject(s) Number of Subject(s) | | |
| 7. Indicate which of the (check all appropriate Code Number / Description) | | ues have been utilized to date Code Number / Description | 1 - |
| Acct. Tech Aircraft Ai Computer Consensu Elsur - Fil Elsur - Til Eng. Seci Eng. Seci Hypnosis Ident Div. Symbolec Cooperat Cooperat Lab. Div. | n. Assist. ssist. Assist. all Monitoring SC le III Field Support Tape Exams Assist. Assist. I Informant ing Witness ing Subject | Pen Registers Photo Coverage Polygraph Assist. Search Warrants Use Show Money Use Surveillance Socad Use Swat Team Tech. Agent Telephone Toll Records Group I UCO Group II UCO Undercover - Other NCAVG/VI - CAP VIA | |
| 2 - Field Office 3- FBIHQ (1 - White-Collar Crir | nes Section, Public Corruption Uni | 1) | |
| | Transmitted | Per (Time) | FBI/0 |

| 8. Type of Corruption Investigated | check all appropriate boxes |
|---|---|
| Code Number Description | Code Number Description |
| (A) Judicial Corruption A1 Federal A2 State A3 Local A4 Territorial | (B) Legislative Corruption B1 Federa B2 State B3 X Local B4 Territorial |
| (C) Contract Corruption C1 Federal C2 State C3 Local C4 Territorial | (D) Regulatory Corruption D1 Federal D2 State D3 Local D4 Territorial |
| (E) Law Enforcement Corruption E1 Federal E2 State E3 Local E4 Territorial | on |
| 9. Does corruption involve drug re | lated activity? (check one) 🗆 Yes 😨 No |
| 10. Statistical Accomplishments (nu | mber since last submission) None. |
| A. Complaints B. Informants C. Indictments D. Convictions E. Pre-trial Diversions | F. Acquittal G. Recoveries H. Restitutions I. Potential Economic Loss Prevented |
| 11. Forfeiture Provisions Utilized (Cr | heck one) 🗌 Yes 🗶 No |
| 12. Status of Case (check one) | |
| □ Pending Preliminary Inquiry☑ Pending Full Investigation□ Closed | |
| 13. Basis for Closing (check one) | |
| U.S. Attorney Declination Dismissal Acquittal Conviction Administrative by SAC (no other | er basis involved) |
| Additional Administrative Data (if ne | eded): |
| Confidential source is | |

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| nmediate \square riority \square | LASSIFICATION: TOP SECRET SECRET CONFIDENTIAL |
| | UNCLAS E F T O UNCLAS |
| ľ | mediate iority outine |

Date 05/04/89 : Director, FBI (Attention: Criminal Investigative Division) From: SAC, CHICAGO (194B-779) Subject: Public Corruption Data Transmittal Form 1. Title: (use additional page if necessary)
MICHAEL J. O'MALLEY - TRUSTEE; VILLAGE OF HOFFMAN ESTATES, ILLINOIS; HOBBS ACT - CPO; OO: CHICAGO Chicago airtel to Bureau dated March 5, 1988 and October 19, 1988. 2.

Enclosed are the original and three copies of a LHM for dissemination purposes, (check if appropriate) 3. Office of Origin File No. 194B - 779 (include alpha) 4.

Initial submission

Supplemental submission (check one) 6. Level of subject official (See codes on reverse. Use additional pages, as necessary, for additional subjects.) Level M04 Number of Subject(s) ____1___ Level Number of Subject(s) _____ b6 Level Number of Subject(s) b7C 7. Indicate which of the following investigative techniques have been utilized to date. (check all appropriate boxes) **Code Number / Description Code Number / Description** Acct. Tech. Assist. Pen Registers Aircraft Assist. Photo Coverage Computer Assist. Polygraph Assist. Consensual Monitoring Search Warrants Use Elsur - FISC Show Money Use Elsur - Title III Surveillance Squad Use Eng. Sect. Field Support Swat Team Tech. Agent Eng. Sect. Tape Exams b7E Telephone Toll Records Hypnosis Assist. Group I UCO Ident Div. Assist. Symboled Informant Group II UCO Undercover - Other 12 (232) Cooperating Witness Cooperating Subject NCAVG/VI - CAP Lab. Div. Exams Lab. Div. Field Support 2 - Field Office 3 - FBIHQ (1 - White-Collar Crimes Section, Public Corruption Unit) WRE/dak **b6** (5) Approved: Approved: Transmitted (Number) (Number b7C

(Time)

FBI/DOJ

| | Codes for L | evels of Official | ls |
|------------|---|-------------------|---|
| | Federal | | Local (Continued) |
| K01 K02 | President Vice-President | M13 | Law Enforcement Officer - command position Field Office or SSRA city |
| K03 K04 | Cabinet Level U.S. Senator | M14 | Law Enforcement Officer - command position Non-Field Office or SSRA city |
| K05 K06 | U.S. Representative Judge | M15 | Law Enforcement Officer - ranking officer Field Office or SSRA city |
| K07 K08 | Prosecutor Law Enforcement Official | M16 | Law Enforcement Officer - ranking officer Non-Field Office or SSRA city |
| K09 | Federal Employee, GS-13 and above | M17 | Other Elected Officials - Field Office or SSRA city |
| K10 K11 | Federal Employee, GS-12 and below Military Personnel, commissioned | M18 | Other Elected Officials - Non-Field Office or |
| K12 | Military Personnel, non-commissioned | M19 | SSRA city Public Employee (appointed) - Field Office |
| | State | M20 | or SSRA city, managerial level or above Public Employee (appointed) - Non-Field Office |
| L01 L02 | Governor Lt. Governor | M21 | or SSRA city, managerial level or above Public Employee (appointed) - Field Office |
| L03 L04 | Cabinet Level Senator | M22 | or SSRA city, less than managerial Public Employee (appointed) - Non-Field Office |
| L05 L06 | Representative Judge | | or SSRA city, less than managerial |
| L07 L08 | Prosecutor Law Enforcement Officer | | Territorial |
| L09 L10 | State Employee, managerial or above State Employee, less than managerial | N01 N02 | Governor Lt. Governor |
| | | N03 N04 | Cabinet Level Senator |
| | Local | N05 | Representative |
| M01 | Mayor - Field Office or SSRA city | N06 | Judge |
| M02 M03 | Mayor - Non-Field Office or SSRA city Legislator (Commissioner, Council- | N07 N08 | Prosecutor Law Enforcement Officer |
| WIOO | man,etc.) Field Office or SSRA city | N09 | Territorial Employee, managerial or above |
| M04 | Legislator (Commissioner, Council- man,etc.) Non-Field Office or SSRA | N10 | Territorial Employee, less than managerial |
| M05 | city Judge - Field Office or SSRA city | | |
| M06 | Judge - Non-Field Office of SSRA city | | |
| M07 | Prosecutor - Field Office or SSRA city | | |
| M08 | Prosecutor - Non-Field Office or SSAA city | | |
| M09 | Chief of Police - Field Office or SSRA city | | |
| M10 | Chief of Police - Non-Field Office or SSRA city | | |
| M11 | Sheriff - Field Office or SSRA city | | |
| M12 | Sheriff - Non-Field Office or SSRA city | | |

| o. Type of | Conaphon in | restigated (Cite | un ai | ιαρριυ | priate bi | 7,63/ |
|---------------------------------------|--|------------------|----------------|--------------------------------------|-------------------------------------|--------------------|
| Code N | lumber/Descrip | tion | | | Code N | lumber/Description |
| A2 □ A3 □ | - | tion | | | (B) B1 □ B2 □ B3 🕅 B4 □ | State |
| C2 □ C3 □ | Federal State | ption | | | (D) D1 D2 D3 D4 D4 | Federal State |
| E1 E2 E3 | State | ent Corruption | | | | |
| 9. Does c | orruption invol | ve drug related | d act | ivity? (| check o | ne) □ Yes 🏻 No |
| 10. Statisti | cal Accomplish | nments (numbe | r sin | ce last | submiss | ion) |
| A. Con B. Into C. Ind D. Con | mplaints | | F. G. H. | Acquit Recov Restite Potent | ttal veries utions | omic |
| 11. Forfeit | ure Provisions | Utilized (check | one |) 🗆 Y | es ⊠ N | Ю |
| 12. Status | of Case (check | one) | | | | |
| | ding Preliminary ding Full Investi sed | | | | | |
| 13. Basis f | or Closing (che | eck one) | | | | |
| ☐ Disn ☐ Acqı ☐ Con | uittal | | sis ir | avolved) |) | |
| Additional. | Administrative | Data (if needed | d): | | | |

Confidential source is

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| FÐ-761 (8- ↓ | -8-88) | FBI | | |
|--|---|--|--|-----------|
| SSP CLASS SRC'D SER SER REC | TRANSMIT VIA: ☐ Teletype ☐ Facsimile ☐ AIRTEL | PRECEDENCE: ☐ Immediate ☐ Priority ☐ Routine | CLASSIFICATION: TOP SECRET SECRET CONFIDENTIAL UNCLAS E F T O UNCLAS Date 09/22/89 | |
| | To : Director, FBI (Attentification : SAC, CHICAGO Subject : Public Corruption Date | | vision) | |
| | | | AYOR; VILLAGE OF HOFFMAN PO; OO: CHICAGO | |
| | Re: Chicago airte | el dated March 5, | 1988 and October 19, 1988 | - |
| | 2. Enclosed are the original (check if appropriate) | nal and three copies of a Lh | HM for dissemination purposes. | |
| | 3. Office of Origin File No. | L94B - 779 (include a | lpha) | |
| | 4. ☐ Initial submission 🖾 | Supplemental submission | (check one) | |
| | 5. Date opened upon SAC at | uthority <u>10/16/87</u> | | |
| | additional subjects.) Level Nun Level Nun | See codes on reverse. Use an annual series of Subject(s) | | |
| | | owing investigative techniqu | es have been utilized to date. | |
| | Code Number / Descriptio | Г | Code Number / Description | |
| | Acct. Tech. Assist Aircraft Assist. Computer Assist Consensual More Elsur - FISC Elsur - Title III Eng. Sect. Field Eng. Sect. Tape Hypnosis Assist Ident Div. Assist Symboled Inforr Cooperating Wit Cooperating Sul Lab. Div. Field State Assist Lab. | t. nitoring Support Exams nant ness bject | Pen Registers Photo Coverage Polygraph Assist. Search Warrants Use Show Money Use Surveillance Squad Use Swat Team Tech. Agent Telephone Toll Records Group I UCO Group II UCO Undercover - Other NCAVG/VI - CAP VIA | b7E |
| | | ection, Public Corruption Unit) | 70 OCT XO_1939 . | |
| X | DES:dak (5) Approved: | Transmitted | | ь6 ь7с |
| 40 | | (Nur | nber) (| |
| Airtel |) +1 CC TO WCCS | 8, RM 3849 BY: T. P.T. | | FBI/DOJ |

| | Codes for L | evels of Official | s |
|------------|---|-------------------|---|
| | Federal | | Local (Continued) |
| K01 | President | M13 | Law Enforcement Officer - command position |
| K02 | Vice-President | 1 | Field Office or SSRA city |
| K03 | Cabinet Level | M14 | Law Enforcement Officer - command position |
| K04 | U.S. Senator | | Non-Field Office or SSRA city |
| K05 | U.S. Representative | M15 | Law Enforcement Officer - ranking officer |
| K06 | Judge | 1440 | Field Office or SSRA city |
| K07 | Prosecutor | M16 | Law Enforcement Officer - ranking officer |
| K08 K09 | Law Enforcement Official | NA4-7 | Non-Field Office or SSRA city |
| K10 | Federal Employee, GS-13 and above | M17 | Other Elected Officials - Field Office or |
| K10 | Federal Employee, GS-12 and below | Mido | SSRA city Other Elected Officials - Non-Field Office or |
| K12 | Military Personnel, commissioned Military Personnel, non-commissioned | M18 | |
| K1Z | willtary reisonner, non-commissioned | M19 | SSRA city Public Employee (appointed) - Field Office |
| | 01-1- | | or SSRA city, managerial level or above |
| | State | M20 | Public Employee (appointed) - Non-Field Office |
| L01 | Governor | IVIZO | or SSRA city, managerial level or above |
| L02 | Lt. Governor | M21 | Public Employee (appointed) - Field Office |
| L03 | Cabinet Level | 1415 | or SSRA city, less than managerial |
| L04 | Senator | M22 | Public Employee (appointed) - Non-Field Office |
| L05 | Representative | 14125 | or SSRA city, less than managerial |
| L06 | Judge | | |
| L07 | Prosecutor | | Territorial |
| L08 | Law Enforcement Officer | | Torritorial |
| L09 | State Employee, managerial or above | N01 | Governor |
| L10 | State Employee, less than managerial | N02 | Lt. Governor |
| | | N03 | Cabinet Level |
| | Local | N04 | Senator |
| | | N05 | Representative |
| M01 | Mayor - Field Office or SSRA city | N06 | Judge |
| M02 | Mayor - Non-Field Office or SSRA city | N07 | Prosecutor |
| M03 | Legislator (Commissioner, Council- | N08 | Law Enforcement Officer |
| M04 | man,etc.) Field Office or SSRA city | N09 | Territorial Employee, managerial or above |
| 10104 | Legislator (Commissioner, Council- | N10 | Territorial Employee, less than managerial |
| | man,etc.) Non-Field Office or SSRA city | | |
| M05 | Judge - Field Office or SSRA city | | |
| M06 | Judge - Non-Field Office of SSRA city | | |
| M07 | Prosecutor - Field Office or SSRA city | | |
| M08 | Prosecutor - Non-Field Office or SSRA | | |
| 14100 | city | | |
| M09 | Chief of Police - Field Office or | | |
| | SSRA city | | |
| M10 | Chief of Police - Non-Field Office or | | |
| | SSRA city | | |
| M11 | Sheriff - Field Office or SSRA city | | |
| 14111 | | | |





| 8. | 8. Type of Corruption Investigated (check all appropriate boxes) | | | | | | | |
|---|--|--|--|--|--|--|--|--|
| | Code Number/Description | | | Code Number/Description | | | | |
| | (A) A1 A2 A3 A4 | Judicial Corruption Federal State Local Territorial | (B) B1 □ B2 □ B3 Ⅸ B4 □ | Legislative Corruption Federal State Local Territorial | | | | |
| | (C) C1 C2 C3 C4 C4 C4 | Contract Corruption Federal State Local Territorial | (D) D1 D2 D3 D4 D4 | Regulatory Corruption Federal State Local Territorial | | | | |
| | (E) E1 E2 E3 E4 | Law Enforcement Corruption Federal State Local Territorial | | | | | | |
| 9. | Does co | orruption involve drug related activi | ty? (check or | ne) □ Yes ᡌ No | | | | |
| 10. | Statisti | cal Accomplishments (number since | last submissi | ion) | | | | |
| | C. Indi | ormants G. Filter ictments H. Filter nvictions I. P | cquittal lecoveries lestitutions otential Econ oss Prevented | | | | | |
| 11. | Forfeitu | ure Provisions Utilized (check one) | ☐ Yes ☐ N | No | | | | |
| 12. | ☐ Pend | of Case (check one) ding Preliminary Inquiry ding Full Investigation ed | | | | | | |
| 13. | Basis for Closing (check one) | | | | | | | |
| | □ U.S. Attorney Declination □ Dismissal □ Acquittal □ Conviction □ Administrative by SAC (no other basis involved) | | | | | | | |
| Additional Administrative Data (if needed): | | | | | | | | |
| | Title CHANGED; MICHAEL J. O'MALLEY was formerly a Village Trustee, but recently elected Mayor. Alpha character changed from C to B to reflect proper classification. Confidential source is | | | | | | | |

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| 88) | FBI | | بعرسون |
|--|--|--|-------------|
| FRANSMIT **(IA: SSTELETYPE ARTEL ER ER | PRECEDENCE: ☐ Immediate ☐ Priority ☐ Routine | CLASSIFICATION: TOP SECRET SECRET CONFIDENTIAL UNCLAS E F T O UNCLAS | · |
| • | | Date 05/09/90 | |
| From: SAC, CHICAGO Subject: Public Corruption Date: 1. Title: (use additional page) | if necessary) EY - MAYOR; VILLAG | rision) GE OF HOFFMAN ESTATES, I | LLINOIS; |
| 2. XX Enclosed are the origin (check if appropriate) | nal and three copies of a LH | IM for dissemination purposes. | |
| 3. Office of Origin File No. | 194B - 779 (include al | lpha) | |
| 4. ☐ Initial submission ☒ | | | |
| 5. Date opened upon SAC at | uthority <u>10/16/87</u> | | |
| additional subjects.) Level <u>M01</u> Num Level Num Level Num | nber of Subject(s) nber of Subject(s) nber of Subject(s) | _ _ | |
| (check all appropriate boxe | es) | es have been utilized to date. | |
| Acct. Tech. Assist Aircraft Assist. Computer Assist Consensual Mor Elsur - FISC Elsur - Title III Eng. Sect. Tape Hypnosis Assist. Ident Div. Assist Symboled Inforn Cooperating Wit Cooperating Sut Lab. Div. Field S | Support Exams nant ness | Pen Registers Photo Coverage Polygraph Assist. Search Warrants Use Show Money Use Surveillance Squad Use Swat Team Tech. Agent Telephone Toll Records Group I UCO Group II UCO Undercover - Other NCAVG/VI - CAP VIA | 6. 6 |
| 2 - Field Office (Enc. 1) 3 - FBIHQ (Enc. 407) (1 - White-Collar Crimes Se DES:dak | ction, Public Corruption Unit) | - Contractive | |
| (5) Approved: AM/WR | E Transmitted | pber) (Time) Per | |
| | | | |

| | Codes for L | evels of Official | ls |
|------------|---|-------------------|--|
| | Federal | | Local (Continued) |
| K01 | President | M13 | Law Enforcement Officer - command position |
| K02 | Vice-President | | Field Office or SSRA city |
| K03 | Cabinet Level | M14 | Law Enforcement Officer - command position |
| K04 | U.S. Senator | N4.5 | Non-Field Office or SSRA city |
| K05 | U.S. Representative | M15 | Law Enforcement Officer - ranking officer |
| K06 | Judge | Mac | Field Office or SSRA city |
| K07 | Prosecutor | M16 | Law Enforcement Officer - ranking officer |
| K08 | Law Enforcement Official | NA-7 | Non-Field Office or SSRA city |
| K09 | Federal Employee, GS-13 and above | M17 | Other Elected Officials - Field Office or |
| K10 | Federal Employee, GS-12 and below | Mac | SSRA city |
| K11 | Military Personnel, commissioned | M18 | Other Elected Officials - Non-Field Office or |
| K12 | Military Personnel, non-commissioned | NAHO | SSRA city |
| | | M19 | Public Employee (appointed) - Field Office |
| | State | M00 | or SSRA city, managerial level or above |
| 1.04 | Covernor | ─/ M20 | Public Employee (appointed) - Non-Field Office |
| L01 | Governor | M21 | or SSRA city, managerial level or above |
| L02 | Lt. Governor Cabinet Level | IVIZI | Public Employee (appointed) - Field Office |
| L03 L04 | Senator | M22 | or SSRA city, less than managerial |
| L04 L05 | | IVIZZ | Public Employee (appointed) - Non-Field Office |
| L05 L06 | Representative | | or SSRA city, less than managerial |
| L06 L07 | Judge Prosecutor | | |
| L07 L08 | Law Enforcement Officer | | Territorial |
| L09 | | N01 | Governor |
| L10 | State Employee, managerial or above State Employee, less than managerial | N02 | Lt. Governor |
| LIU | State Limployee, less triair mariagerial | N02 | Cabinet Level |
| | Lacal | N03 | Senator |
| | Local | N05 | Representative |
| M01 | Mayor - Field Office or SSRA city | N06 | Judge |
| M02 | Mayor - Non-Field Office or SSRA city | N07 | Prosecutor |
| M03 | Legislator (Commissioner, Council- | N08 | Law Enforcement Officer |
| | man,etc.) Field Office or SSRA city | N09 | Territorial Employee, managerial or above |
| M04 | Legislator (Commissioner, Council- | N10 | Territorial Employee, less than managerial |
| | man,etc.) Non-Field Office or SSRA | | , |
| | city | | |
| M05 | Judge - Field Office or SSRA city | | |
| M06 | Judge - Non-Field Office of SSRA city | | |
| M07 | Prosecutor - Field Office or SSRA city | | |
| M08 | Prosecutor - Non-Field Office or SSRA | | |
| | city | | |
| M09 | Chief of Police - Field Office or | | |
| | SSRA city | | |
| M10 | Chief of Police - Non-Field Office or | | |
| | SSRA city | | |
| | | ľ | |
| M11 | Sheriff - Field Office or SSRA city | | |

| ٧٤. | . Type of Corruption Investigated (check all appropriate boxes) | | | | | | | |
|-----|--|--|----------------------------------|--------------------------------------|-------------------------|----------|--|--|
| | Code Number/Description | | | Code Number/Description | | | | |
| | A2 🗆 A3 🗆 | | | | (B) B1 B2 B3 B4 B4 | State | | |
| | C2 | Contract Corruption Federal State Local Territorial | | | (D) D1 □ D2 □ D3 □ D4 □ | | | |
| | E1 | Law Enforcement Corruption Federal State Local Territorial | | | | | | |
| 9. | Does corruption involve drug related activity? (check one) ☐ Yes 🗵 No | | | | | | | |
| 10. | A. Cor B. Info C. Indi D. Cor | cal Accomplishments (number plaints number principles number principles number plaints number pl | ber sind F. G. H. I. | Acquit Recov Restitu Potent | tal eries | omic | | |
| 11. | Forfeiture Provisions Utilized (check one) Yes X No | | | | | | | |
| 12. | Status of Case (check one) ☐ Pending Preliminary Inquiry ☐ Pending Full Investigation ☐X Closed | | | | | | | |
| 13. | Basis for Closing (check one) | | | | | | | |
| | ▼ U.S. Attorney Declination □ Dismissal □ Acquittal □ Conviction □ Administrative by SAC (no other basis involved) | | | | | | | |

Additional Administrative Data (if needed):



U.S. Department of Justice

Federal Bureau of Investigation

In Reply, Please Refer to File No.

CHICAGO, ILLINOIS 60604

May 17, 1990

MICHAEL J. O'MALLEY - MAYOR VILLAGE OF HOFFMAN ESTATES, ILLINOIS; HOBBS ACT - CORRUPTION OF PUBLIC OFFICIAL

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MICHAEL J. O'MALLEY, former trustee, recently elected Mayor, was previously employed by the Chicago Police Department and the Cook County Environmental Department, was suspected of accepting payoffs.

There were at least two other land development proposals taken before the Village Board wherein O'MALLEY initially voted against the proposals, but several months later changed his vote. In one such action the only change was the

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194-7062-6 ENCLOSUM MICHAEL J. O'MALLEY

Village of Hoffman Estates losing a \$50,000.00 reimbursement fee from the developer.

Appropriate interviews with city planners, Village trustees and other city officials have failed to substantiate the allegations of wrongdoing. Selected interviews with developers did not result in the obtaining of evidence.

In late 1989, SEARS ROEBUCK AND COMPANY reached a decision to move their corporate headquarters from Chicago to Hoffman Estates. One of the attorneys representing SEARS was an old high school friend of O'MALLEY.

A review of the initial agreements between SEARS, Hoffman Estates and the State of Illinois have not produced any indications of wrongdoing, but their evaluations remain a difficult task.

O'MALLEY has maintained an unusual relationship with a large law firm in Chicago who represent land developers in HOffman Estates. This law firm sponsored a "fund raiser" for O'MALLEY as he ran for Mayor. While this appeared to be a potential "conflict of interest" the State of Illinois indicated it was not illegal.

On May 2, 1990, Assistant United States Attorney (AUSA)

Chicago is conducting no further investigation.

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